



# Transaction Privilege Tax Changes and News

This publication is an informational notice included with the May 2005 Transaction Privilege Tax Return.

## CITY OF SURPRISE

**Effective July 1, 2005:** On April 14, 2005 the Mayor and City Council of the City of Surprise passed ordinance number 05-13. Ordinance 05-13 increases the Surprise City Privilege Tax on Construction Contracting Section 415, 416 and 417 from **2.2% to 3.7%**. The tax on Construction Contracting shall be reported using **SP005**.

The increase imposed by ordinance 05-13 shall not apply to construction contracts entered into prior to the effective date of the ordinance. Pre-existing construction contracts should be reported using **SP008** at a rate of **2.2%**.

## TPT DUE DATE IN MAY

Monday, May 30<sup>th</sup> will be observed as a State Holiday; when paying your TPT-1 in May, please note that the last day to pay and avoid penalties is Friday, May 27<sup>th</sup>. Refer to your Transaction Privilege and Use Tax due dates calendar.

## FILING REMINDERS

### **Avoid Delays & Errors**

- To avoid delays or errors in processing of your TPT-1, please do **NOT** use brackets [ ], parenthesis ( ) or negative sign (-) when entering an amount in the spaces provided when completing Part III, Lines 1 through 14, of the TPT-1 form.

### **Changes that affect your TPT license**

- **Changes in ownership** require a new license because licenses are not transferable. Use the *Arizona Joint Tax Application* to apply for a new license if your business changes from a sole proprietorship to a partnership or corporation, or undergoes a similar change in organization. Also, if the business is a partnership and partners are added or removed, a new license is required.
- **Changes in business location** do not require a new transaction privilege license number unless the business is moving to a different county. When locations are added or there are changes in the business name (or DBA) the license number does not change; however, a new license is printed. License fees are required when these changes are made and the business receives a new print of the license.
- **Other business changes** that should be reported to the department include changes in the mailing address or location of audit records, requests to suspend licenses when the business plans to temporarily cease operations, and requests to change filing frequency. These changes do not require a license fee.

## DEPARTMENT OF REVENUE TELEPHONE NUMBERS & WEB ADDRESSES

**Transaction Privilege Use, Withholding Tax, Licensing**.....(602) 255-2060

Toll-free from area codes 520 and 928.....(800) 843-7196

**Hearing Impaired TDD User** .....(602) 542-4021

Toll-free from area codes 520 and 928.....(800) 397-0256

**To order forms by phone**.....(602) 542-4260

**Forms by fax**.....(602) 542-3756

**Forms and instructions are also available on our website at** .....[www.azdor.gov](http://www.azdor.gov)

**Businesses can now register, file and pay online at**..... [www.AZTaxes.gov](http://www.AZTaxes.gov)